#### **MINUTES**

# MONTANA HOUSE OF REPRESENTATIVES 58th LEGISLATURE - REGULAR SESSION

#### COMMITTEE ON TAXATION

Call to Order: By CHAIRMAN DANIEL FUCHS, on January 20, 2003 at 9:00 A.M., in Room 152 Capitol.

# ROLL CALL

#### Members Present:

Rep. Daniel Fuchs, Chairman (R)

Rep. Ronald Devlin, Vice Chairman (R)

Rep. Ron Erickson, Vice Chairman (D)

Rep. Joan Andersen (R)

Rep. Joe Balyeat (R)

Rep. Gary Branae (D)

Rep. Eileen J. Carney (D)

Rep. Jill Cohenour (D)

Rep. Larry Cyr (D)

Rep. Gary Forrester (D)

Rep. Kim Gillan (D)

Rep. Verdell Jackson (R)

Rep. Bob Lake (R)

Rep. Carol Lambert (R)

Rep. Jesse Laslovich (D)

Rep. Jim Peterson (R)

Rep. John (Jack) W. Ross (R)

Rep. Karl Waitschies (R)

Members Excused: None.

Members Absent: None.

Staff Present: Kathleen Ely, Committee Secretary Jeff Martin, Legislative Branch

Please Note: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. A videotaped recording of the meeting is available from the Montana Historical Society.

#### Committee Business Summary:

Hearing(s) & Date(s) Posted: HB 330, 1/16/2003; HB 310,

1/16/2003; HB 334, 1/16/2003

Executive Action: HB 82, TABLED

HB 125, DO PASS AS AMENDED,

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#### HEARING ON 330

Sponsor: REP. SMITH, HD 98, POPLAR

#### Opening Statement by Sponsor:

9:01 a.m. **REP. SMITH** 

# Proponents' Testimony:

9:04 a.m. SEN. KITZENBERG, SD 48, Glasgow EXHIBIT (tah11a01)

# Opponents' Testimony:

- 9:16 a.m. Stuart Doggett, Montana Innkeepers Association
- 9:20 a.m. Mark Simonich, Director, Department of Commerce
- 9:25 a.m. Pat Anderson, Montana Bed and Breakfast Association
- 9:26 a.m. Amy Sullivan, Montana Tourism Coalition

# Questions from Committee Members and Responses:

- 9:28 a.m. REP. LAMBERT
- 9:28 a.m. SEN. KITZENBERG
- 9:32 a.m. REP. LAMBERT
- 9:32 a.m. SEN. KITZENBERG
- 9:33 a.m. REP. BALYEAT
- 9:34 a.m. SEN. KITZENBERG
- 9:34 a.m. REP. BALYEAT
- 9:35 a.m. SEN. KITZENBERG

- 9:36 a.m. REP. BALYEAT
- 9:37 a.m. SEN. KITZENBERG
- 9:37 a.m. REP. BALYEAT
- 9:38 a.m. **REP. SMITH**
- 9:37 a.m. REP. BALYEAT
- 9:39 a.m. **REP. SMITH**
- 9:39 a.m. REP. BALYEAT
- 9:39 a.m. CHAIRMAN FUCHS
- 9:40 a.m. REP. CARNEY
- 9:40 a.m. Mark Simonich
- 9:46 a.m. REP. CARNEY
- 9:46 a.m. Mark Simonich
- 9:48 a.m. **REP. ROSS**
- 9:48 a.m. Mark Simonich
- 9:48 a.m. **REP. ROSS**
- 9:49 a.m. Mark Simonich
- 9:49 a.m. REP. ERICKSON
- 9:50 a.m. REP. FORRESTER
- 9:50 a.m. Stuart Doggett
- 9:51 a.m. **REP. CYR**
- 9:51 a.m. Pat Anderson
- 9:51 a.m. **REP. CYR**
- 9:51 a.m. SEN. KITZENBERG
- 9:53 a.m. CHAIRMAN FUCHS

9:53 a.m. SEN. KITZENBERG

# Closing by Sponsor:

9:55 a.m. **REP. SMITH** 

## HEARING ON HB 310

Sponsor: REP. FISHER, HD 75, BIG FORK

# Opening Statement by Sponsor:

9:57 a.m. REP. FISHER EXHIBIT (tah11a02)

Proponents' Testimony: None.

### Opponents' Testimony:

# <u>Informational Testimony</u>:

10:07 a.m. Dallas Reese, Department of Revenue

# Questions from Committee Members and Responses:

10:07 a.m. REP. JACKSON

10:08 a.m. **REP. FISHER** 

10:10 a.m. REP. LAMBERT

10:11 a.m. REP. FISHER

10:12 a.m. REP. LAMBERT

10:12 a.m. REP. FISHER

10:12 a.m. REP. BALYEAT

10:13 a.m. REP. FISHER

10:15 a.m. **REP. BALYEAT** 

10:16 a.m. REP. FISHER

10:16 a.m. REP. FORRESTER

10:17 a.m. **REP. FISHER** 

- 10:17 a.m. REP. PETERSON
- 10:18 a.m. REP. FISHER
- 10:19 a.m. REP. PETERSON
- 10:19 a.m. **REP. FISHER**
- 10:20 a.m. REP. ERICKSON
- 10:21 a.m. REP. FISHER
- 10:23 a.m. REP. ERICKSON
- 10:24 a.m. REP. FISHER
- 10:26 a.m. REP. WAITSCHIES
- 10:27 a.m. **REP. FISHER**
- 10:29 a.m. CHAIRMAN FUCHS
- 10:29 a.m. **REP. DEVLIN**
- 10:29 a.m. REP. FISHER
- 10:29 a.m. **REP. DEVLIN**
- 10:30 a.m. REP. FISHER

#### Closing by Sponsor:

- 10:31 a.m. REP. FISHER
- 10:34 a.m. REP. FORRESTER
- 10:34 a.m. Dallas Reese
- 10:35 a.m. REP. ERICKSON
- 10:35 a.m. Dallas Reese
- 10:35 a.m. REP. ERICKSON
- 10:35 a.m. CHAIRMAN FUCHS

# **HEARING ON HB 334**

Sponsor: REP. KAUFMANN, HD 53, HELENA

# Opening Statement by Sponsor:

10:36 a.m. REP. KAUFMANN

# Proponents' Testimony:

## EXHIBIT (tah11a03)

10:42 a.m. Jeff Hagener, Director, Fish, Wildlife and Parks (FWP)

10:44 a.m. Nathan Birkeland, Montana Wildlife Federation

Opponents' Testimony: None.

#### Questions from Committee Members and Responses:

10:44 a.m. CHAIRMAN FUCHS

10:44 a.m. Jeff Hagener

10:45 a.m. REP. LAMBERT

10:45 a.m. REP. KAUFMANN

10:46 a.m. REP. BALYEAT

10:46 a.m. Doug Monger, FWP

10:48 a.m. REP. BALYEAT

10:48 a.m. Doug Monger

10:48 a.m. REP. BALYEAT

10:48 a.m. Doug Monger

10:49 a.m. REP. BALYEAT

10:49 a.m. Doug Monger

10:50 a.m. REP. BALYEAT

10:50 a.m. Doug Monger

- 10:51 a.m. REP. BALYEAT
- 10:51 a.m. REP. KAUFMANN
- 10:52 a.m. REP. BALYEAT
- 10:53 a.m. REP. KAUFMANN
- 10:53 a.m. **REP. GILLAN**
- 10:54 a.m. REP. KAUFMANN
- 10:54 a.m. **REP. GILLAN**
- 10:54 a.m. REP. KAUFMANN
- 10:55 a.m. **REP. GILLAN**
- 10:56 a.m. REP. KAUFMANN
- 10:56 a.m. **REP. GILLAN**
- 10:57 a.m. REP. KAUFMANN
- 10:57 a.m. **REP. LAKE**
- 10:57 a.m. REP. KAUFMANN
- 10:58 a.m. **REP. LAKE**
- 10:59 a.m. **Jeff Hagener**
- 11:00 a.m. **REP. LAKE**
- 11:00 a.m. Doug Monger
- 11:02 a.m. REP. CARNEY
- 11:02 a.m. Doug Monger

#### Closing by Sponsor:

11:02 a.m. REP. KAUFMANN

#### EXECUTIVE ACTION ON HB 231

Motion: 11:04 a.m. REP. WAITSCHIES moved that HB 231 DO PASS.

Motion: 11:05 a.m. REP. WAITSCHIES moved that HB 231 BE AMENDED.
EXHIBIT(tah11a04)

11:07 a.m. REP. WAITSCHIES withdrew his motion.

# EXECUTIVE ACTION ON HB 82

Motion: 11:08 a.m. REP. ERICKSON moved that HB 82 DO PASS.

Motion: 11:09 a.m. REP. BRANAE moved HB 82 BE AMENDED.

EXHIBIT (tah11a05)

#### Discussion:

11:10 a.m. **Jeff Martin** 

11:11 a.m. REP. FORRESTER

11:12 a.m. **Jeff Martin** 

11:13 a.m. REP. ERICKSON

11:13 a.m. CHAIRMAN FUCHS

11:13 a.m. REP. ERICKSON

11:14 a.m. REP. COHENOUR

11:15 a.m. CHAIRMAN FUCHS

Vote: Motion carried unanimously by voice vote.

#### Discussion:

11:16 a.m. REP. BALYEAT

11:17 a.m. CHAIRMAN FUCHS

11:17 a.m. REP. ERICKSON

11:18 a.m. REP. WAITSCHIES

11:19 a.m. REP. LASLOVICH

11:21 a.m. **REP. DEVLIN** 

11:23 a.m. REP. LASLOVICH

11:24 a.m. REP. BALYEAT

11:25 a.m. CHAIRMAN FUCHS

Motion/Vote: MOTION WAS MADE that HB 82 DO PASS AS AMENDED.
Motion failed 5-14 with REPS. BRANAE, COHENOUR, ERICKSON, FUCHS,
GILLAN voting aye by roll call vote.

Motion/Vote: REP. DEVLIN moved to REVERSE TO TABLE. Motion
carried by voice vote.

# EXECUTIVE ACTION ON HB 125

# EXHIBIT (tah11a06)

Motion: REP. LAMBERT moved that HB 125 DO PASS.

Motion/Vote: REP. LAMBERT moved that HB 125 BE AMENDED. Motion
carried unanimously by voice vote.

#### Discussion:

11:31 a.m. **Jeff Martin** 

11:32 a.m. **REP. DEVLIN** 

11:33 a.m. Brad Simshaw

11:34 a.m. REP. PETERSON

11:35 a.m. CHAIRMAN FUCHS

11:35 a.m. **Jeff Martin** 

11:36 a.m. REP. BALYEAT

11:36 a.m. **Jeff Martin** 

11:36 a.m. REP. WAITSCHIES

11:37 a.m. **REP. DEVLIN** 

11:37 a.m. CHAIRMAN FUCHS

11:37 a.m. REP. BALYEAT

Motion 11:38 a.m. REP. FUCHS moved that HB 125 DO PASS AS
AMENDED.

Motion/Vote: REP. BALYEAT moved that HB 125 BE AMENDED. Motion
carried unanimously by voice vote.

#### Discussion:

11:39 a.m. **REP. FUCHS** 

Motion: 11:38 a.m. REP. LAMBERT moved that HB 125 DO PASS AS
AMENDED.

Motion: 11:39 a.m. REP. BALYEAT moved that HB 125 BE AMENDED.

# Discussion:

11:40 a.m. REP. FORRESTER

11:40 a.m. REP. BALYEAT

11:41 a.m. REP. FORRESTER

11:42 a.m. REP. LAMBERT

11:43 a.m. REP. BALYEAT

11:44 a.m. REP. LAMBERT

<u>Vote</u>: Motion carried with REPS. CYR, FORRESTER, and GILLAN voting no by roll call vote (REP. JACKSON absent for vote).

Motion: 11:45 a.m. REP. FUCHS moved that HB 125 DO PASS AS
AMENDED.

#### Discussion:

11:46 a.m. REP. BALYEAT

11:46 a.m. **REP. ROSS** 

11:47 a.m. REP. FORRESTER

11:48 a.m. **REP. FUCHS** 

11:48 a.m. REP. ERICKSON

<u>Vote</u>: Motion carried with REPS. CYR, FORRESTER, and GILLAN voting no by voice vote and REP. JACKSON voting age by proxy.

# <u>ADJOURNMENT</u>

Adjournment:	11 A.M.	
		REP. DANIEL FUCHS, Chairman
		 KATHLEEN ELY, Secretary

DF/KE

EXHIBIT (tah11aad)